

**MOR-1****UNITED STATES BANKRUPTCY COURT**

CASE NAME: 2203 Looscan Lane LLC  
CASE NUMBER: 18-34660  
PROPOSED PLAN DATE: \_\_\_\_\_

PETITION DATE: 8/23/2018  
DISTRICT OF TEXAS: Southern  
DIVISION: Houston

**MONTHLY OPERATING REPORT SUMMARY FOR MONTH December \* YEAR 2019**

MONTH	September	October	November	December	January	February	March	April	May	June	July	August	September	October	November	December
REVENUES (MOR-6)	0.00	0.00	0.00	0.00	2,800,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
INCOME BEFORE INT; DEPREC./TAX (MOR-6)	0.00	-6,535.00	-1,710.37	-1,955.99	-1,941.64	-39.89	3,536.45	-3,076.75	-43,319.52	-198.30	-334.00	1,105.17	-9.00	-334.00	-9.00	-13,638.04
NET INCOME (LOSS) (MOR-6)	0.00	-6,539.74	-1,742.37	-1,990.86	-156,621.12	-54,146.46	3,371.63	-3,236.57	-43,510.17	-465.35	-609.95	829.22	-276.05	-609.95	-276.05	-13,927.34
PAYMENTS TO INSIDERS (MOR-9)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
PAYMENTS TO PROFESSIONALS (MOR-9)	0.00	2,266.00	0.00	0.00	0.00	0.00	0.00	2,693.75	43,315.02	0.00	0.00	0.00	0.00	0.00	0.00	13,559.04
TOTAL DISBURSEMENTS (MOR-8)	0.00	2,388.00	4,637.99	1,961.02	325.00	53,961.49	-3,498.60	3,076.75	43,319.52	198.30	334.00	-1,105.17	9.00	334.00	9.00	13,638.04

\*This monthly operating report includes all amounts from the Petition Date through August 31, 2019.

REQUIRED INSURANCE MAINTAINED		EXP.	CIRCLE ONE	
AS OF SIGNATURE DATE		DATE	Yes	No
CASUALTY	YES ( ) NO (X)	- -	<input checked="" type="radio"/>	<input type="radio"/>
LIABILITY	YES (X) NO ( )	- -	<input checked="" type="radio"/>	<input type="radio"/>
VEHICLE	YES ( ) NO (X)	- -	<input checked="" type="radio"/>	<input type="radio"/>
WORKER'S	YES ( ) NO (X)	- -	<input checked="" type="radio"/>	<input type="radio"/>
BUILDER'S RISK	YES (X) NO ( )	10-04-2019	<input checked="" type="radio"/>	<input type="radio"/>

Are all accounts receivable being collected within terms? ☒ Yes ☐ No  
Are all post-petition liabilities, including taxes, being paid within terms? ☒ Yes ☐ No  
Have any pre-petition liabilities been paid? ☒ Yes ☐ No  
If so, describe \_\_\_\_\_  
Are all funds received being deposited into DIP bank accounts? ☒ Yes ☐ No  
Were any assets disposed of outside the normal course of business? ☒ Yes ☐ No  
If so, describe \_\_\_\_\_  
Are all U.S. Trustee Quarterly Fee Payments current? ☒ Yes ☐ No  
What is the status of your Plan of Reorganization? \_\_\_\_\_

ATTORNEY NAME: Charles Rubio  
FIRM NAME: Diamond McCarthy LLP  
ADDRESS: 909 Fannin Street, 37th Floor  
CITY, STATE, ZIP: Houston, Texas 77010  
TELEPHONE/FAX: 713-333-5100

**MOR-1**

I certify under penalty of perjury that the following complete  
Monthly Operating Report (MOR), consisting of MOR-1 through  
MOR-9 plus attachments, is true and correct.

SIGNED x Charles Foster Manager  
(OBJECTIVE SIGNATURE)  
Charles Foster  
(PRINT NAME OF SIGNATORY) DATE

CASE NAME: 18-34660

CASE NUMBER: 2203 Looscan Lane LLC

ASSETS	MONTH October	MONTH November	MONTH December	MONTH January	MONTH February	MONTH March	MONTH April	MONTH May	MONTH June	MONTH July	MONTH August	MONTH September	MONTH October	MONTH November	MONTH December
<b>CURRENT ASSETS</b>															
Cash		5,362.01	3,400.99	3,075.99	114.50	3,613.10	836.35	831.86	633.56	299.56	1,404.73	1,395.73	1,061.73	1,052.73	0.00
Accounts Receivable, Net															
Inventory: Lower of Cost or Market															
Prepaid Expenses		704.37	643.12	581.87	520.62	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Investments															
Other															
<b>TOTAL CURRENT ASSETS</b>	0.00	6,066.38	4,044.11	3,657.86	635.12	3,613.10	836.35	831.86	633.56	299.56	1,404.73	1,395.73	1,061.73	1,052.73	0.00
<b>PROPERTY, PLANT &amp; EQUIP. @ COST</b>															
Less Accumulated Depreciation															
<b>NET BOOK VALUE OF PP &amp; E</b>	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>OTHER ASSETS</b>															
1. Tax Deposits															
2. Investments in Subsidiaries															
3. Electric Deposit	95.00	95.00	95.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
4. Real Property	2,800,000.00	2,800,000.00	2,800,000.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>TOTAL ASSETS</b>	\$2,800,095.00	\$2,806,161.38	\$2,804,139.11	\$3,657.86	\$635.12	\$3,613.10	\$836.35	\$831.86	\$633.56	\$299.56	\$1,404.73	\$1,395.73	\$1,061.73	\$1,052.73	\$0.00

MOR-2

CASE NAME: 18-34660  
CASE NUMBER: 2203 Looscan Lane LLC

<b>LIABILITIES &amp; OWNER'S EQUITY</b>	<b>MONTH</b> December	<b>MONTH</b> January	<b>MONTH</b> February	<b>MONTH</b> March	<b>MONTH</b> April	<b>MONTH</b> May	<b>MONTH</b> June	<b>MONTH</b> July	<b>MONTH</b> August	<b>MONTH</b> September	<b>MONTH</b> October	<b>MONTH</b> November	<b>MONTH</b> November
<b>LIABILITIES</b>													
POST-PETITION LIABILITIES(MOR-4)	14,317.08	14,351.95	65,475.67	65,082.02	65,541.84	109,047.52	109,314.57	109,590.52	109,866.47	110,133.52	110,409.47	110,676.52	123,551.13
<b>PRE-PETITION LIABILITIES</b>													
Notes Payable - Secured	3,426,895.00	783,000.00	783,000.00	783,000.00	783,000.00	783,000.00	783,000.00	783,000.00	783,000.00	783,000.00	783,000.00	783,000.00	783,000.00
Priority Debt													
Federal Income Tax													
FICA/Withholding													
Unsecured Debt	405,098.57	405,098.57	405,098.57	405,098.57	405,098.57	405,098.57	405,098.57	405,098.57	405,098.57	405,098.57	405,098.57	405,098.57	405,098.57
Other													
<b>TOTAL PRE-PETITION LIABILITIES</b>	<b>3,831,993.57</b>	<b>1,188,098.57</b>	<b>1,188,098.57</b>	<b>1,188,098.57</b>	<b>1,188,098.57</b>	<b>1,188,098.57</b>	<b>1,188,098.57</b>	<b>1,188,098.57</b>	<b>1,188,098.57</b>	<b>1,188,098.57</b>	<b>1,188,098.57</b>	<b>1,188,098.57</b>	<b>1,188,098.57</b>
<b>TOTAL LIABILITIES</b>	<b>3,846,310.65</b>	<b>1,202,450.52</b>	<b>1,253,574.24</b>	<b>1,253,180.59</b>	<b>1,253,640.41</b>	<b>1,297,146.09</b>	<b>1,297,413.14</b>	<b>1,297,689.09</b>	<b>1,297,965.04</b>	<b>1,298,232.09</b>	<b>1,298,508.04</b>	<b>1,298,775.09</b>	<b>1,311,649.70</b>
<b>OWNER'S EQUITY (DEFICIT)</b>													
PREFERRED STOCK													
COMMON STOCK													
ADDITIONAL PAID-IN CAPITAL	-1,031,898.57	-1,031,898.57	-1,031,898.57	-1,031,898.57	-1,031,898.57	-1,031,898.57	-1,031,898.57	-1,031,898.57	-1,031,898.57	-1,031,898.57	-1,031,898.57	-1,031,898.57	-1,031,898.57
RETAINED EARNINGS: Filing Date													
RETAINED EARNINGS: Post Filing Date	-10,272.97	-166,894.09	-221,040.55	-217,668.92	-220,905.49	-279,751.13	-279,751.13	-279,751.13	-264,661.74	-264,937.79	-265,547.74	-265,823.79	-279,751.13
<b>TOTAL OWNER'S EQUITY (NET WORTH)</b>	<b>-1,042,171.54</b>	<b>-1,198,792.66</b>	<b>-1,252,939.12</b>	<b>-1,249,567.49</b>	<b>-1,252,804.06</b>	<b>-1,311,649.70</b>	<b>-1,311,649.70</b>	<b>-1,311,649.70</b>	<b>-1,296,560.31</b>	<b>-1,296,836.36</b>	<b>-1,297,446.31</b>	<b>-1,297,722.36</b>	<b>-1,311,649.70</b>
<b>TOTAL LIABILITIES &amp; OWNERS EQUITY</b>	<b>\$2,804,139.11</b>	<b>\$3,657.86</b>	<b>\$635.12</b>	<b>\$3,613.10</b>	<b>\$836.35</b>	<b>(\$14,503.61)</b>	<b>(\$14,236.56)</b>	<b>(\$13,960.61)</b>	<b>\$1,404.73</b>	<b>\$1,395.73</b>	<b>\$1,061.73</b>	<b>\$1,052.73</b>	<b>\$0.00</b>

MOR-3

CASE NAME: 18-34660  
CASE NUMBER: 2203 Looscan Lane LLC

## SCHEDULE OF POST-PETITION LIABILITIES

	MONTH December	MONTH January	MONTH February	MONTH March	MONTH April	MONTH May	MONTH June	MONTH July	MONTH August	MONTH September	MONTH October	MONTH November	MONTH December
<b>TRADE ACCOUNTS PAYABLE</b>	0.00												
<b>TAX PAYABLE</b>													
Federal Payroll Taxes													
State Payroll Taxes													
Ad Valorem Taxes													
Other Taxes													
<b>TOTAL TAXES PAYABLE</b>	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Bank Overdraft													985.31
<b>ACCRUED INTEREST PAYABLE</b>													
<b>ACCRUED PROFESSIONAL FEES*</b>													
<b>OTHER ACCRUED LIABILITIES</b>													
1. Accrued interest on DIP Financing	71.61	106.48	230.20	395.02	554.84	745.49	1,012.54	1,288.49	1,564.44	1,831.49	2,107.44	2,374.49	2,663.79
2. DIP financing	13,687.00	13,687.00	64,687.00	64,687.00	64,987.00	108,302.03	108,302.03	108,302.03	108,302.03	108,302.03	108,302.03	108,302.03	119,902.03
3. Insurance payable	558.47	558.47	558.47	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>TOTAL POST-PETITION LIABILITIES (MOR-3)</b>	\$14,317.08	\$14,351.95	\$65,475.67	\$65,082.02	\$65,541.84	\$109,047.52	\$109,314.57	\$109,590.52	\$109,866.47	\$110,133.52	\$110,409.47	\$110,676.52	\$123,551.13

\*Payment requires Court Approval

**MOR-4**

CASE NAME: 18-34660  
CASE NUMBER: 2203 Looscan Lane LLC

## AGING OF POST-PETITION LIABILITIES

MONTH

December

DAYS	TOTAL	TRADE ACCOUNTS	FEDERAL TAXES	STATE TAXES	AD VALOREM, OTHER TAXES	OTHER
0-30	12,874.61					12,874.61
31-60	267.05					267.05
61-90	275.95					275.95
91+	110,133.52					110,133.52
TOTAL	\$123,551.13	\$0.00	\$0.00	\$0.00	\$0.00	\$123,551.13

## AGING OF ACCOUNTS RECEIVABLE

MONTH						
0-30 DAYS						
31-60 DAYS						
61-90 DAYS						
91+ DAYS						
TOTAL	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

MOR-5

Revised 07/01/98

CASE NAME: 18-34660  
CASE NUMBER: 2203 Looscan Lane LLC

## STATEMENT OF INCOME (LOSS)

	MONTH November	MONTH December	MONTH January	MONTH February	MONTH March	MONTH April	MONTH May	MONTH June	MONTH July	MONTH August	MONTH September	MONTH October	MONTH November	MONTH December	FILING TO DATE
REVENUES (MOR-1)			2,800,000.00												2,800,000.00
TOTAL COST OF REVENUES			2,741,860.13												2,741,860.13
GROSS PROFIT	0.00	0.00	58,139.87	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	58,139.87
<b>OPERATING EXPENSES:</b>															
Selling & Marketing			59,600.26		-75.00										59,525.26
General & Administrative	1,385.37	1,955.99	156.25	39.89	-3,461.45	58.00	4.50	198.30	9.00	-1,105.17	9.00	9.00	9.00	79.00	3,615.68
Insiders Compensation															0.00
Professional Fees						2,693.75	43,315.02							13,559.04	61,833.81
Trustee fees	325.00		325.00			325.00			325.00			325.00			1,625.00
Other															0.00
<b>TOTAL OPERATING EXPENSES</b>	<b>1,710.37</b>	<b>1,955.99</b>	<b>60,081.51</b>	<b>39.89</b>	<b>-3,536.45</b>	<b>3,076.75</b>	<b>43,319.52</b>	<b>198.30</b>	<b>334.00</b>	<b>-1,105.17</b>	<b>9.00</b>	<b>334.00</b>	<b>9.00</b>	<b>13,638.04</b>	<b>126,599.75</b>
INCOME BEFORE INT, DEPR/TAX (MOR-1)	-1,710.37	-1,955.99	-1,941.64	-39.89	3,536.45	-3,076.75	-43,319.52	-198.30	-334.00	1,105.17	-9.00	-334.00	-9.00	-13,638.04	-68,459.88
INTEREST EXPENSE	32.00	34.87	154,679.48	54,106.57	164.82	159.82	190.65	267.05	275.95	275.95	267.05	275.95	267.05	289.30	211,291.25
DEPRECIATION															0.00
OTHER (INCOME) EXPENSE*															0.00
OTHER ITEMS**															0.00
TOTAL INT, DEPR & OTHER ITEMS	32.00	34.87	154,679.48	54,106.57	164.82	159.82	190.65	267.05	275.95	275.95	267.05	275.95	267.05	289.30	211,291.25
NET INCOME BEFORE TAXES	-1,742.37	-1,990.86	-156,621.12	-54,146.46	3,371.63	-3,236.57	-43,510.17	-465.35	-609.95	829.22	-276.05	-609.95	-276.05	-13,927.34	-279,751.13
FEDERAL INCOME TAXES															0.00
<b>NET INCOME (LOSS) (MOR-1)</b>	<b>(\$1,742.37)</b>	<b>(\$1,990.86)</b>	<b>(\$156,621.12)</b>	<b>(\$54,146.46)</b>	<b>\$3,371.63</b>	<b>(\$3,236.57)</b>	<b>(\$43,510.17)</b>	<b>(\$465.35)</b>	<b>(\$609.95)</b>	<b>\$829.22</b>	<b>(\$276.05)</b>	<b>(\$609.95)</b>	<b>(\$276.05)</b>	<b>(\$13,927.34)</b>	<b>(\$279,751.13)</b>

Accrual Accounting Required, Otherwise Footnote with Explanation.

\* Footnote Mandatory.

\*\* Unusual and/or infrequent item(s) outside the ordinary course of business requires footnote.

**MOR-6**

CASE NAME: 18-34660  
CASE NUMBER: 2203 Looscan Lane LLC

CASH RECEIPTS AND DISBURSEMENTS	MONTH December	MONTH January	MONTH February	MONTH March	MONTH April	MONTH May	MONTH June	MONTH July	MONTH August	MONTH September	MONTH October	MONTH November	MONTH December	FILING TO DATE
1. CASH-BEGINNING OF MONTH	\$5,362.01	\$3,400.99	\$3,075.99	\$114.50	\$3,613.10	\$836.35	\$831.86	\$633.56	\$299.56	\$1,404.73	\$1,395.73	\$1,061.73	\$1,052.73	\$0.00
RECEIPTS:														
2. CASH SALES														0.00
3. COLLECTION OF ACCOUNTS RECEIVABLE														0.00
4. LOANS & ADVANCES (attach list)***			51,000.00		300.00	43,315.03							11,600.00	118,603.03
5. SALE OF ASSETS														0.00
6. OTHER (attach list)														0.00
TOTAL RECEIPTS**	0.00	0.00	51,000.00	0.00	300.00	43,315.03	0.00	0.00	0.00	0.00	0.00	0.00	11,600.00	118,603.03
(Withdrawal) Contribution by Individual Debtor MFR-2*														0.00
DISBURSEMENTS:														
7. NET PAYROLL														0.00
8. PAYROLL TAXES PAID														0.00
9. SALES, USE & OTHER TAXES PAID					50.00				-1,114.17					-1,064.17
10. SECURED/RENTAL/LEASES														0.00
11. UTILITIES & TELEPHONE														0.00
12. INSURANCE	1,791.28			-3,431.60			189.30							2,684.23
13. INVENTORY PURCHASES														0.00
14. VEHICLE EXPENSES														0.00
15. TRAVEL & ENTERTAINMENT														0.00
16. REPAIRS, MAINTENANCE & SUPPLIES	169.74		-29.36											432.12
17. ADMINISTRATIVE & SELLING			8.00	-67.00	8.00	4.50	9.00	9.00	9.00	9.00	9.00	9.00	79.00	94.50
18. OTHER INTEREST EXPENSE			53,982.85											53,982.85
TOTAL DISBURSEMENTS FROM OPERATIONS	1,961.02	0.00	53,961.49	-3,498.60	58.00	4.50	198.30	9.00	-1,105.17	9.00	9.00	9.00	79.00	56,129.53
19. PROFESSIONAL FEES					2,693.75	43,315.02							13,559.04	61,833.81
20. U.S. TRUSTEE FEES		325.00			325.00			325.00			325.00			1,625.00
21. OTHER REORGANIZATION EXPENSES (attach list)														0.00
TOTAL DISBURSEMENTS**	1,961.02	325.00	53,961.49	-3,498.60	3,076.75	43,319.52	198.30	334.00	-1,105.17	9.00	334.00	9.00	13,638.04	119,588.34
22. NET CASH FLOW	-1,961.02	-325.00	-2,961.49	3,498.60	-2,776.75	-4.49	-198.30	-334.00	1,105.17	-9.00	-334.00	-9.00	-2,038.04	-985.31
23. CASH - END OF MONTH (MOR-2)	\$3,400.99	\$3,075.99	\$114.50	\$3,613.10	\$836.35	\$831.86	\$633.56	\$299.56	\$1,404.73	\$1,395.73	\$1,061.73	\$1,052.73	(\$985.31)	(\$985.31)

\* Applies to Individual debtors only

\*\*Numbers for the current month should balance (match)

\*\*\* Advance from Charles Foster

RECEIPTS and CHECKS/OTHER DISBURSEMENTS lines on MOR-8

MOR-7

CASE NAME: 18-34660

CASE NUMBER: 2203 Looscan Lane LLC

**CASH ACCOUNT RECONCILIATION**  
**MONTH OF** December

BANK NAME	Frost Bank				
ACCOUNT NUMBER	#*****6329	#	#		
<b>ACCOUNT TYPE</b>	<b>OPERATING</b>	<b>PAYROLL</b>	<b>TAX</b>	<b>OTHER FUNDS</b>	<b>TOTAL</b>
BANK BALANCE	12,573.73				\$12,573.73
DEPOSITS IN TRANSIT					\$0.00
OUTSTANDING CHECKS					\$0.00
ADJUSTED BANK BALANCE	\$12,573.73	\$0.00	\$0.00	\$0.00	\$12,573.73
BEGINNING CASH - PER BOOKS	1,052.73				\$1,052.73
RECEIPTS*	11,600.00				\$11,600.00
TRANSFERS BETWEEN ACCOUNTS					\$0.00
(WITHDRAWAL) OR CONTRIBUTION BY INDIVIDUAL DEBTOR MFR-2					\$0.00
CHECKS/OTHER DISBURSEMENTS*	13,638.04				\$13,638.04
ENDING CASH - PER BOOKS	(\$985.31)	\$0.00	\$0.00	\$0.00	(\$985.31)

**MOR-8**

\*Numbers should balance (match) TOTAL RECEIPTS and  
TOTAL DISBURSEMENTS lines on MOR-7



CASE NAME: 18-34660  
CASE NUMBER: 2203 Looscan Lane LLC

### PAYMENTS TO INSIDERS AND PROFESSIONALS

Of the total disbursements shown for the month, list the amount paid to insiders (as defined in Section 101(31)(A)-(F) of the U.S. Bankruptcy Code) and the professionals.  
Also, for insiders, identify the type of compensation paid (e.g., salary, commission, bonus, etc.) (Attach additional pages as necessary)

INSIDERS: NAME/COMP TYPE	MONTH September	MONTH October	MONTH November	MONTH December	MONTH January	MONTH February	MONTH March	MONTH April	MONTH May	MONTH June	MONTH July	MONTH August	MONTH September	MONTH October	MONTH November	MONTH December
1.																
2.																
3.																
4.																
5.																
6.																
TOTAL INSIDERS (MOR-1)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

PROFESSIONALS	MONTH September	MONTH October	MONTH November	MONTH December	MONTH January	MONTH February	MONTH March	MONTH April	MONTH May	MONTH June	MONTH July	MONTH August	MONTH September	MONTH October	MONTH November	MONTH December
1. Schmuck, Smith, Tees & Co., PC		2,266.00						2,693.75	43,315.02							
2. Diamond McCarthy LLP																13,559.04
3.																
4.																
5.																
6.																
TOTAL PROFESSIONALS (MOR-1)	\$0.00	\$2,266.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$2,693.75	\$43,315.02	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$13,559.04

MOR-9

Revised 07/01/98 Revised 07/01/98 Revised 07/01/98